CHECKLIST ENVIRONMENTAL ASSESMENT

Proposed Action: Approve Drilling Permit (Form 22) **Project/Well Name:** Zimmerman EPU 150IW

Operator: Poplar Resources LLC

Location: NESENESE Section 10 28N-51E

County: Roosevelt MT; Field (or Wildcat): Poplar, East

Proposed Project Date: ASAP

I. DESCRIPTION OF ACTION

Poplar resources LLC plans to drill a 6,070' TVD/MD vertical gas injection well with an objective formation being the Charles. Surface casing to be run to 1200' and cemented back to surface.

II. PROJECT DEVELOPMENT

1. PUBLIC INVOLVEMENT, AGENCIES, GROUPS OR INDIVIDUALS CONTACTED

Montana Bureau of Mines and Geology, GWIC website (Roosevelt County Wells).

US Fish and Wildlife, Region 6 website ENDANGERED, THREATENED, PROPOSED AND CANDIDATE SPECIES MONTANA COUNTIES, Roosevelt County

Montana Natural Heritage Program Website (FWP) Heritage State Rank= S1, S2, S3, T28N R51E

Montana Cadastral Website Surface Ownership and surface use Section 10 T28N R51E

Montana Department of Natural Resources MEPA Submittal

2. ALTERNATIVES CONSIDERED

No Action Alternative: The proposed well would not be drilled.

Action Alternative: Poplar Resources LLC would have permission to drill the well.

III. IMPACTS ON THE PHYSICAL ENVIRONMENT

3. AIR QUALITY

Long drilling time: No, 7-10 days.

Unusually deep drilling (high horsepower rig): No, triple derrick drilling rig.

Possible H2S gas production: Possible in the Mississippian formations.

In/near Class I air quality area: Yes, within boundary of Fort Peck Indian Reservation.

Air quality permit for flaring/venting (if productive): NA.

Comments: No special concerns – using rig to drill to 6,070' TVD/MD.

4. WATER QUALITY

Salt/oil based mud: Freshwater mud system to be used on surface casing (Rule 36.22.1001). The main hole will be drilled with saltwater based mud.

High water table: No.

Surface drainage leads to live water: No drainages in the immediate area.

Water well contamination: No. There are several monitoring wells within section 10 with depths of around 60'.

Porous/permeable soils: No, sandy clay.

Class I stream drainage: No.

Groundwater vulnerability area: No.

Mitigation:

- X Lined reserve pit: 12 mil liner.
- ___ Adequate surface casing
- __ Berms/dykes, re-routed drainage
- _Closed mud system
- X Off-site disposal of solids/**liquids** (in approved facility)

Comments: Steel surface casing will be run and cemented to surface to protect ground water. (Rule 36.22.1001).

5. SOILS/VEGETATION/LAND USE

Vegetation: Grassland.

Steam crossings: None anticipated.

High erosion potential: No, medium cut of 14.0' and small fill of 4.6' required. Loss of soil productivity: No, location will be restored after drilling if unproductive.

Unusually large wellsite (Describe dimensions): No, 300' X 179'.

Damage to improvements: Slight, surface use cultivated lands.

Conflict with existing land use/values: Slight.

Mitigation

- __ Avoid improvements (topographic tolerance)
- __ Exception location requested
- X Stockpile topsoil
- __ Stream Crossing Permit (other agency review)
- X Reclaim unused part of wellsite if productive
- __ Special construction methods to enhance reclamation

Access Road: Access will be off BIA Route 75 and existing gravel road. A new access of about 250' will need to be built off existing gravel road to location.

Drilling fluids/solids: Pit will be backfilled and restored. Liquids will be disposed of at an approved disposal facility.

6. HEALTH HAZARDS/NOISE

Proximity to public facilities/residences: No residences within a 1-mile radius. The Town of Poplar, MT is about 6.8 miles to the southwest.

Possibility of H2S: Possible in Mississippian formations.

Size of rig/length of drilling time: dripple derrick, 7-10 days.

Mitigation:

- X Proper BOP equipment
- __ Topographic sound barriers
- __ H2S contingency and/or evacuation plan
- __ Special equipment/procedures requirements
- __ Other:

7. WILDLIFE/RECREATION

Sage Grouse: No

Proximity to sensitive wildlife areas (DFWP identified): None identified.

Proximity to recreation sites: None identified. Creation of new access to wildlife habitat: None. Conflict with game range/refuge management: None.

Threatened or endangered Species: Species listed as threatened or endangered in Roosevelt County are: Pallid Sturgeon, Piping Plover, Interior Least Tern, Whooping Crane, Red Knot, Northern Long-eared Bat. The Montana Natural Heritage Program lists eleven (11) species of concern: Eastern Red Bat, Hoary

Bat, Little Brown Myotis, Chestnut-collared Longspur, Baird's Sparrow, Bobolink, Smooth Greensnake, Northern Redbelly Dace, Northern Pearl Dace, Sauger, and Pallid Sturgeon. Mitigation: __ Avoidance (topographic tolerance/exception) _Other agency review (DFWP, federal agencies, DNRC Trust Lands) __ Screening/fencing of pits, drillsite __ Other: Comments: Private cultivated surface lands. There may be species of concern that maybe impacted by this wellsite. We ask the operator to consult with the surface owner as to what he would like done, if a species of concern is discovered at this location. The Board of Oil & Gas has no jurisdiction over private surface lands. No concerns. IV. IMPACTS ON THE HUMAN POPULATION 8. HISTORICAL/CULTURAL/PALEONTOLOGICAL Proximity to known sites: Mitigation __ avoidance (topographic tolerance, location exception) __other agency review (SHPO, DNRC Trust Lands, federal agencies) Other: SOCIAL/ECONOMIC Substantial effect on tax base __ Create demand for new governmental services __ Population increase or relocation Comments: No concerns.

IV. SUMMARY

No long term impacts expected. Some short term impacts will occur, but can be mitigated. I conclude that the approval of the subject Notice of Intent to Drill (does/<u>does not</u>) constitute a major action of state government significantly affecting the quality of the human environment, and (does/<u>does not</u>) require the preparation of an environmental impact statement.

EA Checklist	Name:	John Gizicki	Date:	06/17/19
Prepared By:	Title:	Compliance Specialist		